## Message Text

CONFIDENTIAL

PAGE 01 SAN SA 00678 192003Z

64

**ACTION ARA-10** 

INFO OCT-01 ISO-00 L-02 AID-05 TRSE-00 SS-15 NSC-05 DOTE-00

CIAE-00 COME-00 EB-07 FRB-03 INR-07 NSAE-00 XMB-02

OPIC-03 SP-02 CIEP-01 OMB-01 /064 W ------ 099815

R 191945Z FEB 75 FM AMEMBASSY SAN SALVADOR TO SECSTATE WASHDC 7441 INFO AMEMBASSY GUATEMALA

CONFIDENTIAL SAN SALVADOR 0678

E.O. 11652 - GDS

TAGS: EINV, ETRD, ES

SUBJ: IRCA: AMBASSADOR BETRAND VISIT TO EMBASSY

REF: A) STATE 031275 (AND PREVIOUS); B) SAN SALVADOR 0208 NOTAL (AND PREVIOUS)

- 1. EL SALVADOR AMBASSADOR TO THE US BETRAND GALINDO CALLED ON THE AMBASSADOR MORNING OF 13 FEBRUARY AT FORMER'S INITIATIVE TO DISCUSS IRCA CASE.
- 2. BERTRAND WAS CARRYING AN IRCA CASE FILE AND APPEARED WELL BRIEFED. HE MENTIONED THAT HE HAD DISCUSSED IRCA WITH SEVERAL SENIOR GOES OFFICIALS, INCLUDING THE PRESIDENT'S OFFICE AND THE JUDICIARY AND ALL WERE IN AGREEMENT THAT IRCA HAS NOT EXHAUSTED AVAILABLE LEGAL RECOURSES IN ITS CHALLENGE TO GOES TERMINATION OF ITS RAILROAD CONCESSION WITHOUT COMPENSATION.
- 3. BETRAND CITED TWO POSSIBLE COURSE FOR IRCA. ONE WOULD BE TO CHALLENGE CONSTITUTIONALITY OF TAKEOVER BEFORE THE SUPREME COURT (UNDER CONSTITUTIONAL PROCEDURE, DECREE NO 2996, TITLE I, ARTICLE 2). CHALLENGE CAN BE MADE BY ANY SALVADORAN CITIZEN AND BETRAND SUGGESTED SUCH A CITIZEN (E.G. IRCA'S ATTORNEY) CAN CERTAINLY BE FOUND. SECONDLY, IRCA CAN BRING SUIT IN LOWER COURTS FOR INDEMNIZATION AND THE CASE WILL BE TRIED CONFIDENTIAL

CONFIDENTIAL

PAGE 02 SAN SA 00678 192003Z

ON ITS MERITS. BETRAND SAID HE WOULD DISCUSS THESE ALTER-

NATIVES WITH IRCA LAWYER TRIGUEROS IMPLICITLY EXPRESSING GOES INTEREST IN TREATING IRCA FAIRLY AND LEGALLY SO AS NOT

TO DAMAGE EITHER INVESTMENT CLIMATE FOR FOREIGNERS IN EL SALVADOR, OR BILATERAL RELATIONS WITH US.

- 4. AMBASSADOR BETRAND SAID HE WOULD BRIEF FONMIN BORGONOVO IN DEPTH ON HIS CONVERSATIONS WITH EMBASSY AND TRIGUEROS, AND WOULD URGE AMICABLE TREATMENT.
- 5. DR TRIGUEROS HAS NOT APPROACHED THE EMBASSY AS WAS FORECAST IN REFTEL A. PERHAPS HE HAS YET TO RECEIVE INSTRUCTION AND THE LEGAL SERVICES INDUCEMENT HE HAS TOLD US HE WOULD REQUIRE BEFORE INITIATING LOCAL ACTION.
- 6. COMMENT: BETRAND'S APPROACH WAS MUCH LESS CATEGORICAL THAN ORIGINAL GOES PUBLISHED STATEMENTS ON IRCA AND IS A DEFINITE SOFTENING OF ATTITUDE. IT WOULD SEEM THAT GOES, WHILE NOT ENAMORED OF IRCA, IS NOW PREPARED TO RECOGNIZE IRCA'S RECOURSE TO LEGAL CHANNELS FOR CHALLENGING ITS ACTION OR TO SUE FOR INDEMNIZATION, IN ORDER TO TURN ASIDE POSSIBLE ADVERSE USG AND INVESTOR REACTIONS.

CONFIDENTIAL

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: NATIONALIZATION, DIPLOMATIC DISCUSSIONS, RAILROADS

Control Number: n/a Copy: SINGLE Draft Date: 19 FEB 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975SANSA00678

Document Number: 1975SANSA00678 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: GS Errors: N/A

Film Number: D750059-1068 From: SAN SALVADOR Handling Restrictions: n/a

Image Path:

ISecure: 1

Legacy Key: link1975/newtext/t19750231/aaaabbxd.tel

Line Count: 84

Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION ARA Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL

Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 STATE 031275, 75 (AND PREVIOU SAN SALVADOR 0208
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR

Review Comment: n/a Review Content Flags: Review Date: 09 SEP 2003

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <09 SEP 2003 by BoyleJA>; APPROVED <10 NOV 2003 by GolinoFR>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JÚL 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: IRCA: AMBASSADOR BETRAND VISIT TO EMBASSY TAGS: EINV, ETRD, ES, US, IRCA, (GALINDO, BETRAND)
To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006